

**With Underline (new) and Strikeout (deleted)**

**ACCOUNT MAINTENANCE**

**INFORMATION FOR PREPARATION OF FORM BOE-523**

**335.040**

f. TIME LIMITATIONS FOR ~~REALLOCATING—REDISTRIBUTING~~ LOCAL TAX: Local tax ~~reallocations—redistributions~~ are governed by ~~S~~section 7209 of the Bradley-Burns Local Sales and Use Tax Law (see CPPM 905.000, 906.000 and Regulation 1807, *Process for Reviewing Local Tax Reallocation inquiries*), ~~as interpreted by Business Taxes General Bulletin 59-12, dated September 11, 1959 (revised September 1, 1987).~~ Such redistribution shall not be made earlier than two quarterly periods prior to the quarterly period in which the Board obtains knowledge of the improper distribution. When Form BOE-523, *Tax Return and/or Account Adjustment Notice*, is prepared to reallocate sales and use tax between local taxing jurisdictions, the date of first knowledge, establishing the commencement date of the reallocation, and the facts establishing the probability of improper distributions, must be noted in Section 8 of the form. If there is no earlier date of knowledge, the date used will be the date the BOE-523 was prepared. (This date shall be considered “operationally documented by the Board” - see Regulation 1807(a)(3) and CPPM 905.030.)